(b) United Bank of India has also reported that preparation by a!l participating banks for the credit camps including receipt and processing of loan applications was originally spread over the period beginning January 4, 1986. For convenience of processing of applications, 10th April, 1986 was set as the last date for receipt of applications for the credit camps. This date was subsequently extended. As per available information these credit camps have not been held so far.

tc) and (d) State Bank of India has reported that because of large inflow of applications towards the close of the preparation period, some of its officers had expressed difficulties in processing the applications and completing all the formalities.

Import of drugs by drug companies

1138. SHRI J. P. GOYAL: Will the Minister of COMMERCE be pleased to state.-

(a) whether it is a fact that some diugl companies have been found involved in importing drugs and drug intermediates under the names of other drugs on which there is either concessional customs duty or exempted customs duty; if so, what are the details in this regard;

(b) what are the names of such drug companies; and

(c) what action has been taken against such drug companies?

THE MINISTER OF COMMERCE AND FOOD AND CrVTL SUPPLIES (SHRI P. SHIV SHANKER); fa) *to* (c) The information is being collected and will be laid on the table of the House.

Import «f small arm$_s$ by STC

1139. SHRI J. P. GOYAL: Will the Minister of COMMERCE be pleased to state;

(a) whether it is a fact that the State Trading Corporation had recently Imported small arms:

(b) if so, the details thereofam the reasons therefor and the namesol countries from which these arms wen imported;

(c) *thi* amount of foreign exchange involved in the import of these arms; and

(d) in what manner these arms wen disposed of by the State Trading Corporation and the names and particulars of individualsjfirms to whom these arms wen sold by the STC and the amount realised on the sale of these arms?

THE MINISTER OF COMMERCE AND FOOD AND CIVIL SUPPLIES (SHRI P. SHIV SHANKER).- (a) and (b) Under Import Policy for 1978-79, as a canalising agency, STC imported 3122 small arms during 1979 and 1980 for distribution to licensed arms dealersj recognised rifle association. These small arms were imported from Spain, Federal Republic of Germany & USA.

(c) An amount of Rs. 24.94 lakhs was spent irt foreign exchange on the import of these arms.

(d) Most of the arms have been sold to licensed arms dealers'recognised rifle associations as per the demand registered by them with STC.

A statement indicating names and reticulars of the arms dealerslrecognised rifle associations is given below. *[See* Appendix CXXXVni Annexure No. 30] The amount realised »n sale of these arms so far amouuf to Rs. 209.88 lakhs.

Modernisation of unit$_s$ under National Textile Corporation (WBABO)

1140. SHRI BIR BHADRA PRATAP SINGH; Will the Minister of TEXTILES be pleased to state:

(a) whether it is a fact that the management of the National Textile Corporation Limited, New Delhi has directed certain units under the NTC (WBABO) Limited, to curtail and pruns the modernisation programme and as a consequerce-thereof various contracts for which awards were already made and given have to be cancelled;

(b) if so, what are the facts thereof and the reasons therefor along with the details of the units which have to undergo such curtailment-or pruning in its moder nisation, programme;

(c) whether any compensation will be paid to the contractors already engaged for works; and

(d) if so, what is the formula to be followed to compensate the contractors and suppliers adequately so as to ensure proper confidence in the public sector undertakings?

THE MINISTER OF STATE OF THE MINISTRY OF TEXTILES (SHRI KHURSHID ALAM KHAN): (a) Yes, Sir.

(b) It has been decided to execute civil construction work to the extent necessary' for construction already completed. It was decided to curtail expansion of spindleage in the case of two projects of NTC (WBAB©) in view of the limited resources and capacity in the spinning sector a'. that time.

(c) and (d) According to available information, amounts due to both con-tiacters are less than the pending advances. The contractors have not reconciled the accounts. In these circumstances, it is not possible to indicate anything about compensation.

Raids at the premise* of a tyre manu-facturer of Bangalore to detect excise duty evasion

1141. SHRI R. RAMAKRISHNAN: Will the Minister of FINANCE be pleased to state;

(a) whether any raids were recently conducted to detect excise duty eva sion by a big tyre manufacturer of Bangalore which has revealed excise duty evasion involving crores- of rupees; and

(b) if so, what are the details in this regard?

373 RS—5

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI JANARDHAN POOJARIj; (a) No Sir.

(b) Does not arise.

Violation of foreign exchange rules by the Directors of Mis. Modi Group of Industries

1142. SHRI MUKHTIAR SINGH MALIK: Will the Minister of FINANCE b_e pleased to state:

,(a) whether it is a fact that some Directors of M/s. Modi Group of Industries were arrested abroad during 1985 for violation of foreign exchange rules;

'(b) if so. what are the details in this regard;

(c) whether it is also *u* fact that the case has been dropped without examining the facts of the case; and

I'd-) if net. what is the progress, SO far made in the investigation thereof and the action taken in regard thereto?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE tSHR! JANARDHAN POOJARI): (a) No, Sir.

(b) to (d) The Directorate of Enforcement is investigating a case against Shri K. K. Modi. Vice President of Mod; Group Ltd.: with regard to an alleged payment of U.S. $ 50,000 as surety for his son Shri l.aiit Kumar Modi, a resident in USA, who was arrested in U.S.A. by U.S. Police in May. 1985 on charge of drug trafficking and possession of deadly weapons. The investigations in the ease tire in progress. Appropriate action under the law, as. warranted by the results of investigation, will be taken.

Tea Trading Corporation of India

1143. SHRI DIPEN GHOSH: Will the Minister of COMMERCE be pleased to state:

(a) whether it is a fact that the Tea Trading Corporation of India (T.T.C.IO has been made a subsidiary of the State Trading Corporation of Tndia (S.T.C.);

(b) if so, what will henceforth be the relationship between the two organisation.